CARL J. KUN
CHAIRMA
JIM IRV
COMMISSIO.
WILLIAM A. MUNDELL
COMMISSIONER





BRIAN C. McNEIL EXECUTIVE SECRETARY

AZ CORP COHMISSION
ARIZONA CORPORATION COMMISSION

FEB 14 10 3- AM '00

Arizona Corporation Commission DOCKETED

DATE:

FEBRUARY 14, 2000 MENT CONTROL

DOCKET NO:

T-03570A-98-0313

TO ALL PARTIES:

FEB 1 4 2000

Enclosed please find the recommendation of Hearing Officer Jane Rodda. The recommendation has been filed in the form of an Order on:

# TELSTAR TELECOM COMPANY, LLC (CC&N/RESELLER)

Pursuant to A.A.C. R14-3-110(B), you may file exceptions to the recommendation of the Hearing Officer by filing an original and ten (10) copies of the exceptions with the Commission's Docket Control at the address listed below by <u>4:00</u> p.m. on or before:

## FEBRUARY 23, 2000

The enclosed is <u>NOT</u> an order of the Commission, but a recommendation of the Hearing Officer to the Commissioners. Consideration of this matter has <u>tentatively</u> been scheduled for the Commission's Working Session and Open Meeting to be held on:

MARCH 1, 2000 and MARCH 2, 2000

For more information, you may contact Docket Control at (602)542-3477 or the Hearing Division at (602)542-4250.

BRIAN C. McNEH

EXECUTIVE SECRETARY

## BEFORE THE ARIZONA CORPORATION COMMISSION

CARL J. KUNASEK
CHAIRMAN
JIM IRVIN
COMMISSIONER
WILLIAM A. MUNDELL
COMMISSIONER

IN THE MATTER OF THE APPLICATION OF TELSTAR TELECOM COMPANY, LLC FOR A CERTIFICATE OF CONVENIENCE AND NECESSITY TO PROVIDE LOCAL EXCHANGE SERVICES AS A RESELLER. DOCKET NO. T-03570A-98-0313

DECISION NO.

**ORDER** 

Open Meeting March 1 and 2, 2000 Phoenix, Arizona

### BY THE COMMISSION:

Having considered the entire record herein and being fully advised in the premises, the Commission finds, concludes, and orders that:

#### FINDINGS OF FACT

- 1. On June 16, 1998, Telstar Telecom Company, LLC ("Applicant") filed with the Arizona Corporation Commission ("Commission") an application for a Certificate of Convenience and Necessity ("Certificate") to provide local exchange telecommunications services as a reseller within the State of Arizona.
- 2. In Decision No. 58926 (December 22, 1994), the Commission found that resold telecommunications providers ("resellers") were public service corporations subject to the jurisdiction of the Commission.
- 3. In Decision No. 59124 (June 23, 1995), the Commission adopted A.A.C. R14-2-1101 through R14-2-1115 to regulate resellers.
- 4. Applicant is an Arizona limited liability company, registered to do business in Arizona since 1998.
  - 5. On July 21, 1999, the Commission granted intervention to US West

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Communications, Inc.

- 6. On August 20, 1999, the Commission's Utilities Division Staff ("Staff") filed a Staff Report.
- 7. In the Staff Report, Staff recommended that the application be denied because Applicant had failed to respond to Staff's data requests.
- 10. Applicant has not filed for Commission approval of a resale agreement with an underlying incumbent local exchange carrier.
- 11. By Procedural Order dated October 4, 1999, the Commission set a deadline of November 19, 1999, for filing exceptions to the Staff Report; requesting that a hearing be set; requesting intervention as interested parties and filing proof of publication. Pursuant to the October 4, 1999 Procedural Order, Applicant was to provide notice of the application to designated interested parties and to publish notice pursuant to A.A.C. R14-2-1104.
- 12. The October 4, 1999 Procedural Order mailed to Applicant was returned for lack of a forwarding address.
- 13. No exceptions were filed to the Staff Report, nor did any party request that a hearing be set.
- 14. Applicant has not filed proof of publication pursuant to A.A.C. R14-2-1104, nor has Applicant filed proof that notice was sent to interested parties as required in the October 4, 1999 Procedural Order.

## CONCLUSIONS OF LAW

- 1. Applicant is a public service corporation within the meaning of Article XV of the Arizona Constitution and A.R.S. §§ 40-281 and 40-282.
- 2. The Commission has jurisdiction over Applicant and the subject matter of the application.
  - 3. Notice of the application was not given in accordance with the law.
- 4. For its failure to provide current information and to adhere to Commission rules and regulations and the requirements of the October 4, 1999 Procedural Order, Applicant is not a fit and proper entity to receive a Certificate for providing competitive local exchange services as a reseller

COMMISSIONER

in Arizona. **ORDER** IT IS THEREFORE ORDERED that the Application of Telstar Telecom Company LLC for a Certificate of Convenience and Necessity for authority to provide competitive resold local exchange services shall be, and the same is hereby denied, and the Docket closed. IT IS FURTHER ORDERED that this Decision shall become effective immediately. BY ORDER OF THE ARIZONA CORPORATION COMMISSION. 9 **CHAIRMAN** COMMISSIONER 10 IN WITNESS WHEREOF, I, BRIAN C. McNEIL, Executive 11 Secretary of the Arizona Corporation Commission, have hereunto set my hand and caused the official seal of the Commission to be 12 affixed at the Capitol, in the City of Phoenix, this day of . 2000. 13 14 BRIAN C. McNEIL 15 **EXECUTIVE SECRETARY** 16 DISSENT 17 JR:DAP 18 19 20 21 22 23 24 25 26 27 28

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DECISION NO.

1	SERVICE LIST FOR:	TELSTAR TELECOM COMPANY, LLC
2	DOCKET NO.	T-03570A-98-0313
3	Barry Wade	
4	Telstar Telecom Company, LLC 3923 South McClintock Dr., #410	
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6	Timothy Berg FENNEMORE CRAIG, PC	
7	3003 North Central Avenue, Suite 2600 Phoenix, Arizona 85012	
8	Attorneys for US West Communications, Inc.	
9	Lyn Farmer, Chief Counsel Legal Division	
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12	Deborah Scott, Director Utilities Division ARIZONA CORPORATION COMMISSION 1200 West Washington Street	
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